



February 18, 2020

Joint Legislative Committee on Local Government
North Carolina General Assembly
Legislative Building
16 West Jones Street
Raleigh, North Carolina 27601
Attention: Committee Chairs and Committee Assistant

Fiscal Research Division
North Carolina General Assembly
Legislative Office Building
Suite 619
300 North Salisbury Street
Raleigh, North Carolina 27603-5925

Re: Financing of Capital Improvements by the City of Raleigh, North Carolina

Ladies and Gentlemen:

In accordance with Section 120-157.2(a) of the General Statutes of North Carolina, as amended, the City of Raleigh, North Carolina (the "City") hereby notifies you of its intent to issue general obligation bonds pursuant to The Local Government Bond Act, Article 4 of Chapter 159 of the General Statutes of North Carolina, as amended, in an aggregate principal amount not to exceed (a) \$5,850,000 for the purpose of improving and expanding the existing parks and recreational facilities of the City and acquiring and constructing new parks and recreational facilities of the City, (b) \$400,000 for the purpose of constructing, widening and improving streets, inside and outside the corporate limits of the City, (c) \$4,700,000 for community development programs to provide and rehabilitate multifamily and single family housing inside the corporate limits of the City, principally for the benefit of persons of low and moderate income, and (d) \$1,600,000 for the purpose of acquiring, constructing and equipping various law enforcement and fire fighting facilities and improvements for the City.

The issuance of such bonds would be subject to the authorization set forth in Article V, Section 4(2) of the North Carolina Constitution and Section 159-49 of the General Statutes of North Carolina which permits the issuance of general obligation bonds without a vote of the people to the extent of two-thirds of the amount by which the City's outstanding general obligation indebtedness was reduced during the last preceding fiscal year. Such bonds would be



secured by the full faith and credit and taxing power of the City, without limitation as to rate or amount, and the City would expect to pay the debt service on such bonds from general fund revenues of the City.

It is expected that the proposed bonds will have a term of approximately twenty (20) years. Such bonds are expected to be sold by the Local Government Commission by competitive sale pursuant to a public offering on or about May 6, 2020, and the interest rate on such bonds will be the lowest interest rate bid for the bonds at the time such bonds are sold.

CITY OF RALEIGH, NORTH CAROLINA

By: Allison E. Bradsher
Allison E. Bradsher, Chief Financial Officer

cc: Local Government Commission